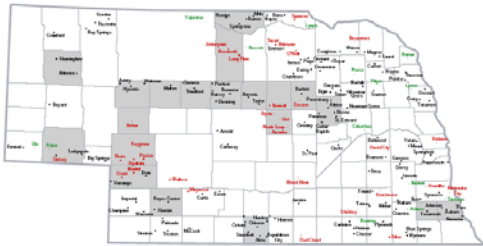


Nebraska Community Foundation Inc.

The Nebraska Community Foundation exists to help concerned individuals mobilize charitable giving to support the betterment of Nebraska communities and organizations. The Foundation is a nonprofit charitable corporation providing financial management, strategic development and education/training services to communities, organizations and donors throughout Nebraska. Started in 1993, the Foundation provides affiliated fund status (allowing communities and organizations to achieve nonprofit charitable status without forming their own nonprofit corporation) to more than 170 communities, organizations and donors.



For more information about the Nebraska Community Foundation call (402) 323-7330 or visit the website at www.nebcommfound.org.

The Single most important factor in community success is involvement of citizens in their community. Your gifts of time, talent and dollars make a difference.

Have you considered what a gift of closely held stock would do for your community and for you?



Nebraska Community Foundation
PO Box 83107
Lincoln, NE 68501-3107

Gifts of Closely Held Stock

- ▶ A Gift for the Benefit of Your Hometown
- ▶ A Gift that is Good for Your Business
- ▶ A Gift that Benefits Your Estate

*For the benefit of an affiliated fund of
the Nebraska Community Foundation*



Nebraska Community Foundation
Mailing Address:
PO Box 83107
Lincoln, NE 68501-3107
Phone: (402) 323-7330
Fax: (402) 323-7349
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Invest in Your Community...

Nebraska's business owners invest a great deal in the establishment and building of a successful business, and financial resources are only part of the story. In many respects, the building of a family business is the epitome of the American dream - created with equal parts opportunity, blood, sweat and tears.

So, when it is time to transfer ownership - whether to create income for retirement or to pass on an inheritance - business owners have special opportunities to give something back to their hometown.

Personal Deduction with Your Corporate Dollars

This is a dynamic opportunity for you to help your hometown with a gift of your corporation's stock. Transferring shares of your corporation's stock to the Nebraska Community Foundation for the benefit of your hometown can provide the following benefits:

- Provides the satisfaction of making a gift today that can be invested in your hometown.
- Creates an immediate personal charitable income tax deduction.
- By-passes capital gains taxes on the gift of stock.
- Avoids declaration and double-taxation of dividends.
- Allows the corporation to buy back the stock.
- Reduces estate taxes and settlement costs.

"People have plenty of opportunities to give their money away. Why not give it back to the community where you lived and made your money?"

*-Frank Sibert
Honorary Board Member
Retired Rancher of Valentine*

How This Plan Works...

A business owner owns the majority of the stock in the family business or corporation. He decides to help build his hometown's endowment fund with a gift of stock from his corporation. The owner transfers shares of his stock to the Nebraska Community Foundation valued at \$100,000. As a result of this gift, the business owner becomes entitled to a \$100,000 charitable deduction on his personal tax return. Plus, he avoids the capital gains tax on the appreciation of the corporation's stock.

The Nebraska Community Foundation sells the stock for \$100,000 cash from the corporation. The gift of stock leaves the business owner in full control of the corporation and without any personal costs.

Finally, the \$100,000 cash is placed into a hometown endowment fund that will assist worthwhile projects.

Key Issues With This Gift:

- If the gift value exceeds \$10,000 the charitable gift deduction amount must be determined by a qualified appraisal of the stock.
- There can be no prearranged obligation for the Nebraska Community Foundation to sell the stock back to the corporation.
- Corporate repurchase should occur two weeks to two months after the gift is made.
- Corporation's liquidity is needed to repurchase the stock.

Variations of This Plan

- Gift the stock to a Charitable Remainder Trust to receive a lifetime income.
- Make a gift of stock prior to selling the company to receive a personal tax deduction and avoid capital gains taxes.
- Use a combination of the above variations to transfer your corporation to your heirs.

More Information

Would you like to explore how a plan can be constructed to meet your specific objectives?

The Nebraska Community Foundation, in accordance with its mission, would be glad to help. Please complete and return this form or contact one of the gift planners listed.

Name

Address

City

State

Zip Code

Daytime Phone

Evening Phone

Email

- Please send me a confidential explanation of how a gift of closely held stock would benefit me.
- I would like someone to contact me regarding a private and confidential visit about planning a gift of stock from my corporation.
- In confidence, I have already included my hometown in my will.

Questions? Contact:

Jim Gustafson, Gift Planning Director

(402) 323-7341

jgustafson@nebcommfound.org

Jeff Yost, President and CEO

(402) 323-7332

jeffyost@nebcommfound.org

Please Mail or Fax to:

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